



SOUTHERN MAGNESIUM AND CHEMICALS LIMITED

Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad-500 082
Phones: 23311789, 23312341, Fax: 040-23319871 E-Mail: southernmagnesium@gmail.com
CIN : L27109TG1985PLC005303

To
The Bombay Stock Exchange Limited,
Phiroze Jeejeebhoy Towers
Dalal Street
Mumbai - 400 001

Date: 23.11.2019
Place: Hyderabad

SUB: Resubmission of outcome of Board Meeting to BSE -Reg

Dear Sir / Madam,

With reference to the above cited subject, Company is resubmitting the outcome of Board Meeting held on Wednesday, 13th November 2019, along with cash flow statement which was inadvertently not attached in the outcome submitted on 13.11.2019.

This is for your information and record.

For Southern Magnesium and Chemicals Limited

Mr. Rajender Prasad Nuthakki
Joint Managing Director & CFO
DIN: 00145659

SOUTHERN MAGNESIUM AND CHEMICALS LIMITED

CIN: L27109TG1985PLC005303

Regd. office : Deccan Chambers, 5th Floor, 6-3-666/B, Somajiguda, Hyderabad – 500 082

Un Audited Financial Results for the Quarter ended 30th September, 2019

(Rupees in lakhs)

S.NO	Particulars	Quarter Ended			Half Year Ended		Year Ended
		9/30/2019 Un Audited	6/30/2019 Un Audited	9/30/2018 Un Audited	9/30/2019 Un Audited	9/30/2018 Un audited	3/31/2019 Audited
i	Revenue From Operations	72.73	13.23	180.15	85.96	181.3	441.90
II	Other income	0.62	1.02	0.67	1.64	1.53	4.54
III	Total Income (I+II)	73.35	14.25	180.82	87.60	182.83	446.44
IV	EXPENSES						
	Cost of materials consumed	35.87	20.37	12.41	56.24	12.41	66.15
	Purchase of stock in trade	-	-	-	-	-	-
	Changes in inventories of finished goods, Stock-in-Trade and work-in-progress	(19.31)	(15.34)	48.84	(34.65)	49.22	80.63
	Employee benefits expense	16.53	13.93	15.90	30.46	28.23	58.15
	Finance costs	2.38	1.85	2.61	4.23	5.83	7.94
	Depreciation and amortization expense	2.36	2.36	1.78	4.72	3.55	7.18
	Other expenses	8.68	8.99	11.24	17.67	15.33	57.51
	Total expenses (IV)	46.51	32.16	92.78	78.67	114.57	277.61
V	Profit/(loss) before exceptional items and tax (I-IV)	26.84	(17.91)	88.04	8.93	68.26	168.83
VI	Exceptional Items	-	-	-	-	-	-
VII	Profit/(loss) before tax (V-VI)	26.84	(17.91)	88.04	8.93	68.26	168.83
VIII	Tax expense:						
	(1) Current tax	-	-	-	-	-	(31.96)
	(2) Deferred tax	1.75	-	-	1.75	-	-
IX	Profit (Loss) for the period (VII-VIII)	28.59	(17.91)	88.04	10.68	68.26	136.87
X	Other Comprehensive Income						
	A (i) Items that will not be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will not be reclassified to profit or loss	-	-	-	-	-	-
	B (i) Items that will be reclassified to profit or loss	-	-	-	-	-	-
	(ii) Income tax relating to items that will be reclassified to profit or loss	-	-	-	-	-	-
	Total Other Comprehensive Income (net of taxes)	-	-	-	-	-	-
XI	Total Comprehensive Income for the period	28.59	(17.91)	88.04	10.68	68.26	136.87
XII	Earnings per equity share- Basic and Diluted	0.95	(0.60)	2.94	0.35	2.28	4.56
	Weighted Average number of equity shares in nos	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000	3,000,000

Notes:

1. The unaudited financial results of the Company have been prepared in accordance with the Indian Accounting Standards ("Ind AS") prescribed under section 133 of the Companies Act, 2013 ("the Act") read with relevant rules issued thereunder and other accounting principles generally accepted in India and in terms of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015.

2. The above results for the half year ended 30th September, 2019, were reviewed by Audit Committee and approved by the Board of Directors in their meeting held on 13th November, 2019. Results for the half year ended 30th September, 2019 were subjected to 'Limited Review' by the Auditors.

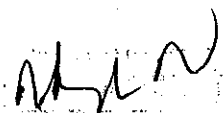
3. Effective 01st April 2019, the Company has adopted Ind AS 116 'Leases', using the modified retrospective approach. The adoption of the standard did not have any material impact to the financial results.

4. The Company's business activity falls within a single business segment i.e Magnesium in terms of IND AS 108 on operating segments.

5. Previous figures have been regrouped or rearranged where ever necessary to confirm current year classification.

Place : Hyderabad

Date : 13th November, 2019


N. Rajender Prasad

Joint Managing Director

Southern Magnesium and Chemicals Limited

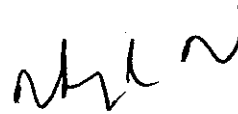
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BALANCE SHEET AS AT 30TH SEP, 2019

Rupees in Lakhs

Particulars	Note No.	Impact of Ind AS	
		As per IND AS at 30-09-2019	As per IND AS at 31-03-2019
ASSETS			
Non-current assets			
(a) Property, Plant and Equipment	2	58.84	42.12
(b) Other Non-Current Assets		1.16	1.17
		60.00	43.28
Current assets			
(a) Inventories	3	272.98	229.36
(b) Financial Assets			
(i) Trade receivables	4	11.46	26.10
(ii) Cash and cash equivalents	5	37.13	67.29
(iii) Others financial assets	6	1.87	2.15
(c) Other current assets	7	9.53	15.15
		332.96	340.04
Total Assets		392.96	383.33
EQUITY AND LIABILITIES			
Equity			
(a) Equity Share capital	8	300.00	300.00
(b) Other Equity	9	(10.62)	(21.30)
		289.38	278.70
Liabilities			
Non-current liabilities			
(a) Financial Liabilities			
(i) Borrowings	10	23.90	26.55
(b) Deferred tax liabilities		4.33	6.07
		28.23	32.62
Current liabilities			
(a) Financial Liabilities			
(i) Borrowings	11	56.69	28.30
(ii) Trade payables	12		
Micro and small enterprises			
Creditors other than micro and small enterprises		5.21	10.45
(iii) Other financial liabilities	13	4.95	7.48
(b) Other current liabilities	14	5.22	22.76
(c) Provisions	15	3.28	3.02
		18.66	43.70
Total Equity and Liabilities		392.96	383.33



Place : Hyderabad
Date : 13th November, 2019

N. Rajender Prasad
Joint Managing Director

Cash Flow Statement
For the year ended 30th September, 2019

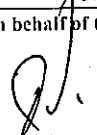
Particulars	for the Half year ended 30th Sept, 2019	For the Half year ended 30th Sept, 2018
Cash flows from/(used in) operating activities		
Net Profit/ (Loss) before tax as per Statement of Profit and Loss	8.93	68.27
Adjustments for:		
Depreciation and amortisation expenses	4.72	3.55
Interest earned	(1.64)	(1.53)
Provision written back	-	-
Finance costs	4.23	5.83
Operating Profit before changes in operating assets and liabilities	16.24	76.12
Adjustments for changes in operating assets and liabilities:		
(Increase) / Decrease in Inventories	(40.37)	49.22
(Increase) / Decrease in Trade receivables	14.64	(46.49)
(Increase) / Decrease in Other assets	(1.16)	(1.17)
(Increase) / Decrease in Other Current assets	5.62	(12.31)
Increase / (Decrease) in Trade payables	(5.24)	2.31
Increase / (Decrease) in Other financial liabilities	(2.53)	(1.69)
Increase / (Decrease) in Other liabilities	(17.54)	(0.11)
Increase / (Decrease) in Provisions	-	-
Cash generated from Operations	(30.34)	55.38
Income tax paid (net of refunds)	(1.54)	(1.96)
Net Cash generated from operating activities (A)	(31.88)	63.92
Cash flows from/(used in) investing activities		
Purchase of property, plant and equipment including capital advances and capital creditors	(21.44)	(0.13)
Interest received	1.64	1.53
Net Cash generated from/(used in) investing activities (B)	(19.80)	1.41
Cash flows from/(used in) Financing activities		
Repayment of Borrowings	(2.65)	-
Proceeds from Current borrowings	28.39	(32.73)
Interest paid	(4.23)	(5.83)
Net cash used in financing activities (C)	21.51	(38.56)
Net increase/(decrease) in cash and cash equivalents (A+B+C)	(30.16)	26.76
Cash and cash equivalents as at the beginning of the year	67.29	47.05
Cash and cash equivalents as at the end of the year	37.13	73.81

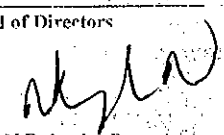
Reconciliation of cash and cash equivalents as per the statement of cash flow

	As at 30th Sept, 2019	As at 30th Sept, 2018
Cash and cash equivalents at the end of the year		
Cash on hand	2.63	1.22
Current accounts	1.07	1.07
Deposits with original maturity of less than 3 months	33.43	71.42
Total	37.13	73.81

For and on behalf of the Board of Directors

Place : Hyderabad
Date : 13th November, 2019


N. Ravi Prasad
Managing Director


N. Rajender Prasad
Joint Managing Director



CHARTERED ACCOUNTANTS

VIJAYAWADA, HYDERABAD, VISAKHAPATNAM, GUNTUR, KAKINADA, TANUKU, ALSO AT CHENNAI, BANGALORE AND ADONI.

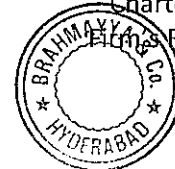
Limited Review Report –Financial Results

To the Board of Directors of SOUTHERN MAGNESIUM AND CHEMICALS LIMITED,

1. We have reviewed the accompanying statement of unaudited standalone financial results of SOUTHERN MAGNESIUM AND CHEMICALS LIMITED ("the Company") for the quarter ended 30th September, 2019 and year-to-date results for the period from 1st April, 2019 to 30th September, 2019 ("the statement") attached herewith, being submitted by the company pursuant to the requirement of Regulation 33 of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015, as amended (the "Listing Regulations").
2. This statement, which is the responsibility of the Company's Management and approved by the Board of Directors, has been prepared in accordance with the recognition and measurement principles laid down in Indian Accounting Standard 34 "Interim Financial Reporting", prescribed under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India. Our responsibility is to issue a report on these financial statements based on our review.
3. We conducted our review in accordance with the Standard on Review Engagement (SRE) 2410, *Review of Interim Financial information performed by the Independent Auditor of the Entity*, issued by Institute of Chartered Accountants of India. This standard requires that we plan and perform the review to obtain moderate assurance as to whether the financial statements are free from material misstatements. A review is limited primarily to inquiries of company personnel and analytical procedures applied to financial data and thus provides less assurance than an audit. We have not performed an audit and accordingly, we do not express an audit opinion.
4. Based on our review conducted as above, nothing has come to our attention that causes us to believe that the accompanying statement of unaudited financial results, prepared in accordance with the recognition and measurement principles laid down in the aforesaid Indian Accounting Standards ('Ind AS') specified under Section 133 of the Companies Act, 2013 as amended, read with relevant rules issued thereunder and other accounting principles generally accepted in India, has not disclosed the information required to be disclosed in terms Listing Regulations, including the manner in which it is to be disclosed, or that it contains any material misstatement.

Place : Hyderabad
Date : 13.11.2019

for BRAHMAYYA & CO.
Chartered Accountants
Firm's Regn No. 0005135



K. Shrawan
(K.SHRAVAN)
Partner

Membership No. 215798
UDIN: 19215798AAAADZ8577